

Resolution No:	<u>15-1012</u>
Introduced:	<u>May 26, 2005</u>
Adopted:	<u>May 26, 2005</u>

COUNTY COUNCIL
FOR MONTGOMERY COUNTY, MARYLAND

By: County Council

Subject: Approval of the FY 2006 Aggregate Capital Budget for County General Obligation Bonds

Background

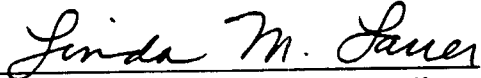
1. Section 305 of the County Charter requires the affirmative vote of at least 7 Council members to approve the aggregate capital budget if that budget exceeds the adopted spending affordability guidelines then in effect.
2. Section 20-56 of the County Code requires the Council to set guidelines for County general obligation bonds by resolution no later than the first Tuesday in October. This section also permits the Council to revise the guidelines to reflect a significant change in conditions. The deadline for revision is the first Tuesday in February.
3. On September 30, 2003, the Council adopted guidelines for County general obligation bonds allowing no more than \$190 million to be planned for expenditure in FY 2005, no more than \$190 million to be planned for expenditure in FY 2006, and no more than \$1,140 million to be planned for expenditure over the 6-year period from FY 2005 through FY 2010. On February 3, 2004 the Council confirmed these guidelines. On February 1, 2005 the Council amended the guidelines, allowing no more than \$209 million to be planned for expenditure in FY 2005, no more than \$209 million to be planned for expenditure in FY 2006, and no more than \$1,218 million to be planned for expenditure over the 6-year period from FY 2005 through FY 2010.
4. On May 26, 2005 the Council approved the FY 2005-2010 Capital Improvements Program based on a planned expenditure of \$213 million in general obligation bond proceeds in FY 2006.

Action

The County Council for Montgomery County, Maryland approves the following resolution:

For County general obligation bonds, the Council estimates that the amount planned for expenditure in FY 2006 exceeds the guideline for that year. Because this guideline is exceeded, 7 affirmative votes are required for approval of the aggregate capital budget.

This is a correct copy of Council action.


Linda M. Lauer, Clerk of the Council